CONTENTS
ARTICLES AND COMMUNICATIONS

Issues of January, April, July, and October

Economic Inquiry, Volume XXXV, 1997

A Federal Funds Rate Equation ..... **Yash P. Mehra** 621

Adam Smith's Rational Choice Linguistics ..... **David M. Levy** 672

An Empirical Investigation of Asymmetric Behavior in Corporate Dividend Policy ..... **Hassan Shirvani and Barry Wilbratte** 847

April 15 Syndrome ..... **Joel Slemrod, Charles Christian, Rebecca London, and Jonathan A. Parker** 695

Are Automobile Safety Regulations Worth the Price: Evidence from Used Car Markets ..... **Wayne R. Dunham** 579

Asymmetric Adjustments of Price and Output ..... **P. A. Tinsley and Reva Krieger** 631

Autocratic, Democratic, and Optimal Government ..... **William A. Niskanen** 464

Batter Up! Moral Hazard and the Effects of the Designated Hitter Rule on Hit Batsmen ..... **Brian L. Goff, William F. Shughart II, and Robert D. Tollison** 555

Black-White Wealth Inequality: Is Inheritance the Reason? ..... **Paul L. Menchik and Nancy Ammon Jianakoplos** 428

Central Banking as a Political Principal-Agent Problem ..... **Michele Fratianni, Jürgen von Hagen, and Christopher Waller** 378

Cross-Country Evidence on Long-Run Growth and Inflation ..... **Todd E. Clark** 70

Cyclical Comovements in Industrial Labor and Product Markets: Theory and Evidence ..... **Magda Kandil and Jeffrey G. Woods** 725

Deregulating Religion: The Economics of Church and State ..... **Laurence R. Iannaccone, Roger Finke, and Rodney Stark** 350

Donor Preferences and Recipient Fiscal Behavior: A Simultaneous Analysis of Foreign Aid ..... **Peter Cashel-Cordo and Steven G. Craig** 653

Employer Search, Training, and Vacancy Duration ..... **John M. Barron, Mark C. Berger, and Dan A. Black** 167

Entrepreneurial Origins: A Longitudinal Inquiry ..... **Bradley R. Schiller and Philip E. Crewson** 523

Equilibrium Structure in an Economic Model of Conflict ..... **Hugh M. Neary** 480

Explaining State Bans on Corporate Farming ..... **Charles R. Knoeber** 151

Fiscal Structures and Economic Growth: International Evidence ..... **Stephen M. Miller and Frank S. Russek** 603

Governing A Groundwater Commons: A Strategic and Laboratory Analysis of Western Water Law ..... **Roy Gardner, Michael R. Moore, and James M. Walker** 218

Government Consumption and Growth ..... **Paul Evans** 209

Hysteresis in Unemployment: Evidence from 48 U.S. States ..... **Frank M. Song and Yangru Wu** 235

Institutional Change and the Velocity of Money: A Century of Evidence ..... **Michael D. Bordo, Lars Jonung, and Pierre L. Siklos** 710

Job Mobility and Gender-Based Wage Growth Differentials ..... **Kristen Keith and Abagail McWilliams** 320

Labor Immobility and the Formation of Gender Wage Gaps in Local Markets ..... **Haim Ofek and Yesook Merrill** 28

Minimum Wages and Tipped Servers ..... **Walter John Wessels** 334

Modeling Growth (and Liberalization) Using Smooth Transitions Analysis ..... **David Greenaway, Stephen Leybourne, and David Sapsford** 798

CONTENTS
ARTICLES AND COMMUNICATIONS

Issues of January, April, July, and October

Economic Inquiry, Volume XXXV, 1997

A Federal Funds Rate Equation ..... **Yash P. Mehra** 621

Adam Smith's Rational Choice Linguistics ..... **David M. Levy** 672

An Empirical Investigation of Asymmetric Behavior in Corporate Dividend Policy ..... **Hassan Shirvani and Barry Wilbratte** 847

April 15 Syndrome ..... **Joel Slemrod, Charles Christian, Rebecca London, and Jonathan A. Parker** 695

Are Automobile Safety Regulations Worth the Price: Evidence from Used Car Markets ..... **Wayne R. Dunham** 579

Asymmetric Adjustments of Price and Output ..... **P. A. Tinsley and Reva Krieger** 631

Autocratic, Democratic, and Optimal Government ..... **William A. Niskanen** 464

Batter Up! Moral Hazard and the Effects of the Designated Hitter Rule on Hit Batsmen ..... **Brian L. Goff, William F. Shughart II, and Robert D. Tollison** 555

Black-White Wealth Inequality: Is Inheritance the Reason? ..... **Paul L. Menchik and Nancy Ammon Jianakoplos** 428

Central Banking as a Political Principal-Agent Problem ..... **Michele Fratianni, Jürgen von Hagen, and Christopher Waller** 378

Cross-Country Evidence on Long-Run Growth and Inflation ..... **Todd E. Clark** 70

Cyclical Comovements in Industrial Labor and Product Markets: Theory and Evidence ..... **Magda Kandil and Jeffrey G. Woods** 725

Deregulating Religion: The Economics of Church and State ..... **Laurence R. Iannaccone, Roger Finke, and Rodney Stark** 350

Donor Preferences and Recipient Fiscal Behavior: A Simultaneous Analysis of Foreign Aid ..... **Peter Cashel-Cordo and Steven G. Craig** 653

Employer Search, Training, and Vacancy Duration ..... **John M. Barron, Mark C. Berger, and Dan A. Black** 167

Entrepreneurial Origins: A Longitudinal Inquiry ..... **Bradley R. Schiller and Philip E. Crewson** 523

Equilibrium Structure in an Economic Model of Conflict ..... **Hugh M. Neary** 480

Explaining State Bans on Corporate Farming ..... **Charles R. Knoeber** 151

Fiscal Structures and Economic Growth: International Evidence ..... **Stephen M. Miller and Frank S. Russek** 603

Governing A Groundwater Commons: A Strategic and Laboratory Analysis of Western Water Law ..... **Roy Gardner, Michael R. Moore, and James M. Walker** 218

Government Consumption and Growth ..... **Paul Evans** 209

Hysteresis in Unemployment: Evidence from 48 U.S. States ..... **Frank M. Song and Yangru Wu** 235

Institutional Change and the Velocity of Money: A Century of Evidence ..... **Michael D. Bordo, Lars Jonung, and Pierre L. Siklos** 710

Job Mobility and Gender-Based Wage Growth Differentials ..... **Kristen Keith and Abagail McWilliams** 320

Labor Immobility and the Formation of Gender Wage Gaps in Local Markets ..... **Haim Ofek and Yesook Merrill** 28

Minimum Wages and Tipped Servers ..... **Walter John Wessels** 334

Modeling Growth (and Liberalization) Using Smooth Transitions Analysis ..... **David Greenaway, Stephen Leybourne, and David Sapsford** 798

Money Demand and Quantity Constraints: Evidence from the Soviet Interview Project ..... Nader Asgary, Paul Gregory, and Manouchehr Mokhtari 365

Moral Hazard, Asset Specificity, Impact Bonding, and Compensation: The Case of Franchising ..... Bradley S. Wimmer and John E. Garen 544

More Evidence on the Money-Output Relationship ..... R. W. Hafer and A. M. Kutan 48

Municipal Government Approaches to Service Delivery: An Analysis from a Transactions Cost Perspective ..... Michael A. Nelson 82

Nonlinear Business Cycle Dynamics: Cross-Country Evidence on the Persistence of Aggregate Shocks ..... Michael D. Bradley and Dennis W. Jansen 495

Pensions and Wage Premia ..... Edward Montgomery and Kathryn Shaw 510

Political Instability and Debt Maturity ..... Victoria Miller 12

Public Munificence for Private Benefit: Liturgies in Classical Athens ..... Calum M. Carmichael 261

Rational Bubbles in the Stock Market: Accounting for the U.S. Stock-Price Volatility ..... Yangru Wu 309

Reexamining the Added Worker Effect ..... James R. Spletzer 417

Resource Allocation in Public Policy: The Effects of the 65-MPH Speed Limit ..... Charles Lave and Patrick Elias 614

Risk Preference Estimation in the Nonlinear Mean Standard Deviation Approach ..... Atanu Saha 770

Stigma Effects of Nonemployment ..... Yoshiaki Omori 394

Taxes, Torts, and the Toxics Release Inventory: Congressional Voting on Instruments to Control Pollution ..... James T. Hamilton 745

Teaching Tools: A Common Property Experiment with a Renewable Resource ..... Denise Hazlett 858

Teaching Tools: A Pollution Rights Trading Game ..... Rachel A. Nugent 679

Teaching Tools: A Simple Principal-Agent Experiment for the Classroom ..... Andreas Ortmann and David Colander 443

Teaching Tools: Profit Maximization Problem ..... David Hemenway and Elon Kohlberg 862

Teaching Tools: Simulating Money Supply Creation in Class ..... Norman E. Cameron 686

The Development and Decline of Medieval Voting Institutions: A Comparison of England and France ..... Yoram Barzel and Edgar Kiser 244

The Effect of Selective INS Monitoring Strategies on the Industrial Employment Choice and Earnings of Recent Immigrants ..... Alberto Dávila and José A. Pagán 138

The Effect of Welfare Programs on Criminal Behavior: A Theoretical and Empirical Analysis ..... Junsen Zhang 120

The Equilibrium Fed Funds Rate and the Indicator Properties of Term-Structure Spreads ..... Antulio N. Bomfim 830

The Impact of Classroom Experiments on the Learning of Economics: An Empirical Investigation ..... Björn Frank 763

The Impact of Psychological and Human Capital on Wages ..... Arthur H. Goldsmith, Jonathan R. Veum, and William Darity, Jr. 815

The Impact of Unionization on Motor Carrier Costs ..... Joe Kerkvliet and B. Starr McMullen 271

The Market for Motion Pictures: Rank Revenue, and Survival ..... Arthur S. De Vany and W. David Walls 783

The Optimal Monetary Response to Technical Shocks ..... Peter N. Ireland 451

The Primacy of Economics: An Explanation of the Comparative Success of Economics in the Social Sciences—Western Economic Association International 1996 Presidential Address ..... **Harold Demsetz** 1

The Role of the Median Legislator in U.S. Trade Policy: A Historical Analysis ..... **Wendy L. Hansen and Thomas J. Prusa** 97

The Supply of Children's Time to Disabled Elderly Parents ..... **Frank A. Sloan, Gabriel Picone, and Thomas J. Hoerger** 295

Unemployment and Financial Constraints Faced by Small Firms ..... **Philip N. Jefferson** 108

Unobservable Individual Effects, Marriage and the Earnings of Young Men ..... **Christopher Cornwell and Peter Rupert** 285

Voting Behavior, Discrimination and the National Baseball Hall of Fame ..... **David W. Findlay and Clifford E. Reid** 562

Wage Secrecy as a Social Convention ..... **Leif Danziger and Eliakim Katz** 59

Wages and Employment in Public-Sector Unions ..... **Linda C. Babcock, John Engberg, and Amihai Glazer** 532

Why Don't Poor Countries Catch Up? A Cross-National Test of an Institutional Explanation ..... **Philip Keefer and Stephen Knack** 590

Worker Effort Decisions and Efficient Gender-Specific Wage-Tenure Profiles ..... **Joni Hersch and Patricia B. Reagan** 193

INDEX OF AUTHORS

Asgary, Nader, 365
Babcock, Linda C., 532
Barron, John M., 167
Barzel, Yoram, 244
Berger, Mark C., 167
Black, Dan A., 167
Bomfim, Antulio N., 830
Bordo, Michael D., 710
Bradley, Michael D., 495
Cameron, Norman E., 686
Carmichael, Calum M., 261
Cashel-Cordo, Peter, 653
Christian, Charles, 695
Clark, Todd E., 70
Colander, David, 443
Cornwell, Christopher, 285
Craig, Steven G., 653
Crewson, Philip E., 523
Danziger, Leif, 59
Darity, Jr., William, 815
Dávila. Alberto, 138
De Vany, Arthur S., 783
Demsetz, Harold, 1
Dunham, Wayne R., 579
Elias, Patrick, 614
Engberg, John, 532
Evans, Paul, 209
Findlay, David W., 562
Finke, Roger, 350
Frank, Björn, 763
Fratianni, Michele, 378
Gardner, Roy, 218
Garen, John E., 544
Glazer, Amihai, 532
Goff, Brian L., 555
Goldsmith, Arthur H., 815
Greenaway, David, 798
Gregory, Paul, 365
Hafer, R. W., 48
Hamilton, James T., 745
Hansen, Wendy L., 97
Hazlett, Denise, 858
Hemenway, David, 862
Hersch, Joni, 193
Hoerger, Thomas J., 295
Iannaccone, Laurence R., 350
Ireland, Peter N., 451
Jansen, Dennis W., 495
Jefferson, Philip N., 108
Jianakoplos, Nancy Ammon, 428
Jonung, Lars, 710
Kandil, Magda, 725
Katz, Eliakim, 59
Keefer, Philip, 590
Keith, Kristen, 320
Kerkvliet, Joe, 271
Kiser, Edgar, 244
Knack, Stephen, 590
Knoeber, Charles R., 151
Kohlberg, Elon, 862
Krieger, Reva, 631
Kutan, A. M., 48
Lave, Charles, 614
Levy, David M., 672
Leybourne, Stephen, 798
London, Rebecca, 695
McMullen, B. Starr, 271
McWilliams, Abagail, 320
Mehra, Yash P., 621
Menchik, Paul L., 428
Merrill, Yesook, 28
Miller, Stephen M., 603
Miller, Victoria, 12
Mokhtari, Manouchehr, 365
Montgomery, Edward, 510
Moore, Michael R., 218
Neary, Hugh M., 480
Nelson, Michael A., 82
Niskanen, William A., 464
Nugent, Rachel A., 679
Ofek, Haim, 28
Omori, Yoshiaki, 394
Ortmann, Andreas, 443
Pagán, José A., 138
Parker, Jonathan A., 695
Picone, Gabriel, 295
Prusa, Thomas J., 97
Reagan, Patricia B., 193
Reid, Clifford E., 562
Rupert, Peter, 285
Russek, Frank S., 603
Saha, Atanu, 770
Sapsford, David, 798
Schiller, Bradley R., 523
Shaw, Kathryn, 510
Shirvani, Hassan, 847
Shughart II, William F., 555
Siklos, Pierre L., 710
Slemrod, Joel, 695
Sloan, Frank A., 295
Song, Frank M., 235
Spletzer, James R., 417
Stark, Rodney, 350
Tinsley, P. A., 631
Tollison, Robert D., 555
Veum, Jonathan R., 815
von Hagen, Jürgen, 378
Walker, James M., 218
Waller, Christopher, 378
Walls, W. David, 783
Wessels, Walter John, 334
Wilbratte, Barry, 847
Wimmer, Bradley S., 544
Woods, Jeffrey G., 725
Wu, Yangru, 235, 309
Zhang, Junsen, 120